

## Message Text

UNCLASSIFIED

PAGE 01 STATE 171789

54

ORIGIN EUR-12

INFO OCT-01 ISO-00 L-03 EB-07 COME-00 TRSE-00 FRB-01

FCSC-01 CIAE-00 INR-07 NSAE-00 PA-02 USIA-15 PRS-01

SP-02 /052 R

DRAFTED BY EUR/EE:CWSCHMIDT:TL

APPROVED BY EUR/EE:CWSCHMIDT

----- 112381

R 121910Z JUL 76

FM SECSTATE WASHDC

TO AMEMBASSY BRUSSELS

AMEMBASSY WARSAW

UNCLAS STATE 171789

BRUSSELS FOR MRS. PHILLIPS

E.O. 11652: N/A

TAGS: EFIN, PL

SUBJECT: DANZIG BOND SETTLEMENT

REFERENCE: BRUSSELS 6792 AND PREVIOUS

1. FOLLOWING IS FULL TEXT OF ANNOUNCEMENT OF SETTLEMENT  
OFFER OF DEFAULTED DANZIG DOLLAR BONDS WHICH WAS PUBLISHED  
ON PAGE D-5 OF NEW YORK TIMES OF JULY 12, 1976.

BEGIN TEXT: THE GOVERNMENT OF THE POLISH PEOPLE'S  
REPUBLIC OFFER, EFFECTIVE JULY 9, 1976, TO THE HOLDERS OF  
THE DOLLAR BONDS OF THE DANZIG PORT AND WATERWAYS BOARD  
LOAN 6.5PCT(4.5PCT)DATED 1927.

THE GOVERNMENT OF THE POLISH PEOPLE'S REPUBLIC (HEREIN  
CALLED THE "GOVERNMENT") MAKES THE FOLLOWING FINAL OFFER  
OF SETTLEMENT TO HOLDERS OF THE DOLLAR BONDS OF THE DANZIG  
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 171789

PORT AND WATERWAYS BOARD LOAN 6.5PCT(4.5PCT) DATED 1927,

ISSUED BY THE FORMER FREE CITY OF DANZIG (HEREIN CALLED THE "BONDS").

I. THE GOVERNMENT WILL MAKE A CASH PAYMENT IN FULL SETTLEMENT OF ALL CLAIMS REPRESENTED BY THE BONDS AND ALL COUPONS APPERTAINING THERETO IN THE AMOUNT OF 35 PCT OF

THE NOMINAL OR FACE VALUE OF THE BONDS IN DOLLARS, WHICH WILLBE PAYABLE ON AUGUST 1, 1976.

II. THIS IS THE FINAL OFFER OF THE GOVERNMENT AND IT MUST BE ACCEPTED WITHIN THE PERIOD BETWEEN AUGUST 1, 1976 AND AUGUST 1, 1980.

III. HOLDERS OF BONDS WHO DECIDE TO ACCEPT THIS OFFER SHOULD, IN ORDER TO RECEIVE PAYMENT, SURRENDER THEIR BONDS TO THE PAYMENT AGENT, TOGETHER WITH A LETTER OF ACCEPTANCE AND TRANSMITTAL. THE PAYMENT AGENT IN CONNECTION WITH THIS OFFER IS:

IRVING TRUST COMPANY, ONE WALL STREET, NEW YORK,  
NEW YORK 10015

COPIES OF THIS OFFER AND OF THE FORMAL LETTER OF ACCEPTANCE MAY BE OBTAINED FROM THE PAYING AGENT.

IV. THIS OFFER DOES NOT COVER THE FOLLOWING DOLLAR BONDS OF THE DANZIG PORT AND WATERWAYS BOARD LOAN 6.5 PCT (4.5 PCT) DATED 1927:

(A) ALL THE BONDS WHICH IN 1939 WERE CONVERTED INTO THE DANZIG GULDERS BY THE AUTHORITIES OF THE FORMER FREE CITY OF DANZIG;

(B) ALL THE BONDS WHICH CARRY A STAMP OR OTHER EVIDENCE SHOWING THAT SUCH BOND WAS TAKEN BY GERMAN NAZI AUTHORITIES DURING THE SECOND WORLD WAR, UNLESS A HOLDER OF SUCH BOND IS ABLE TO PROVE THAT HE OR HIS PREDECESSOR IN TITLE ACQUIRED IT IN GOOD FAITH FROM OR THROUGH A BROKER IN UNCLASSIFIED

UNCLASSIFIED

PAGE 03 STATE 171789

THE UNITED STATES BEFORE THE DAY OF THE MAKING OF THIS OFFER.

V. THE PAYING AGENT WILL DEDUCT AN AMOUNT EQUAL TO 3/4 OF 1 PCT OF THE PRINCIPAL AMOUNT OF EACH BOND SURRENDERED FOR PAYMENT PURSUANT TO THE OFFER. THE PAYING AGENT WILL REMIT THE AMOUNT SO DEDUCTED TO THE FOREIGN BONDHOLDERS PROTECTIVE COUNCIL, INC., AS A CONTRIBUTION TO-

WARDS ITS EXPENSES,

FOR THE GOVERNMENT OF THE POLISH PEOPLE'S REPUBLIC,  
MARIAN KRZAK, FIRST DEPUTY TO THE MINISTER OF FINANCE,  
JULY 9, 1976.

#####

THE FOREIGN BONDHOLDERS PROTECTIVE COUNCIL, INC., RECOM-

MENDS ACCEPTANCE OF THE FOREGOING OFFER. PLEASE NOTE  
THAT AN AMOUNT EQUAL TO 3/4 OF 1 PCT OF THE FACE AMOUNT  
OF EACH BOND WILL BE DEDUCTED BY THE PAYING AGENT FROM  
THE AMOUNT PAYABLE PURSUANT TO THE OFFER AND REMITTED  
TO THE FOREIGN BONDHOLDERS PROTECTIVE COUNCIL, INC., AS  
A CONTRIBUTION TOWARDS ITS EXPENSES. THE COUNCIL IS  
FINANCED BY CONTRIBUTIONS FROM BONDHOLDERS WHO BENEFIT  
FROM SETTLEMENTS WHICH IT RECOMMENDS.

FOREIGN BONDHOLDERS PROTECTIVE COUNCIL, INC.,  
GEORGE D. WOODS, PRESIDENT. END TEXT. KISSINGER

UNCLASSIFIED

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** TEXT, POLICIES, PRESS RELEASES, BONDS (SECURITIES)  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 12 JUL 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976STATE171789  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** CWSCHMIDT:TL  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760268-0822  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1976/newtext/t19760767/aaaacgzg.tel  
**Line Count:** 134  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN EUR  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 3  
**Previous Channel Indicators:** n/a  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** 76 BRUSSELS 6792  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** schaeafaj  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 22 APR 2004  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <22 APR 2004 by ThomasVJ>; APPROVED <14 SEP 2004 by schaeafaj>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
04 MAY 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** DANZIG BOND SETTLEMENT  
**TAGS:** EFIN, PL  
**To:** BRUSSELS WARSAW  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006